



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2009 Biennium

<b>Bill #</b>	HB0214	<b>Title:</b>	Make foster care funds available to tribes
<b>Primary Sponsor:</b>	Windy Boy, Jonathan	<b>Status:</b>	As Amended in House Committee-Revised

- |   |  |  |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact     | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns   |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts           | <input type="checkbox"/> Dedicated Revenue Form Attached |

### **FISCAL SUMMARY**

	<b><u>FY 2008 Difference</u></b>	<b><u>FY 2009 Difference</u></b>	<b><u>FY 2010 Difference</u></b>	<b><u>FY 2011 Difference</u></b>
<b>Expenditures:</b>				
General Fund	\$190,584	\$190,914	\$193,856	\$196,870
Federal Special Revenue	\$246,457	\$246,127	\$249,068	\$252,083
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
Federal Special Revenue	\$246,457	\$246,127	\$249,068	\$252,083
<b>Net Impact-General Fund Balance</b>	<u>(\$190,584)</u>	<u>(\$190,914)</u>	<u>(\$193,856)</u>	<u>(\$196,870)</u>

### **Description of fiscal impact:**

This bill would increase Title IV-E foster care maintenance payments by approximately \$150,037 and personal services and operating costs by \$287,004.

### **FISCAL ANALYSIS**

#### **Assumptions:**

#### **Department of Public Health and Human Services**

1. The average number of IV-E Tribal children in foster care is 175. This is calculated using the number of actual paid days of care in FY 2006 for IV-E Tribal children of 64,168. (64,168 / 365 days = 175)
2. IV-E benefit support services include clothing allowances, transportation, diapers and day care.
3. Clothing Allowances will cost \$70,000 per year (175 children x \$200 x twice a year)
4. Diaper Allowances will cost \$21,199. Assumes 25% of the children are under age 3 and will require a diaper allowance of \$1.32 per day. Twenty-five percent of the children = 44 children. (44 x 1.32 x 365 = \$21,199)
5. Transportation services are estimated to cost \$18,900. Assumes that 10% of the Tribal children will qualify for a transportation payment of \$87.50 per month. Ten percent of the children = 18 children. (18 x \$87.50 x 12 months = \$18,900)

6. Day Care is estimated to cost \$93,600. Assumes that 10% of the Tribal children will meet the requirements for day care services. Ten percent of the children = 18 children. (18 x 260 days per year x \$20 per day = \$93,600)
7. Total benefit support services will cost \$203,699.
8. Total current expenditures for benefit support services = \$53,662.
9. The net new cost for benefit support services will be \$150,037.
10. The federal match rate will be 68.62% in FY 2008 and 68.4% in FY 2009.
11. The Child and Family Services division (CFSD) assumes that federal IV-E funds would also include services related to performing Family Group Decision Making (FGDM) meetings for the 175 tribal children in foster care who are IV-E eligible.
12. CFSD estimates that there are 1.3 children per family. There were 11,547 state children involved in 8905 reports of abuse in neglect for FY 2006. (11,547 / 8905 = 1.3)
13. 175 children divided by 1.3 children per family = 135 families requiring a FGDM.
14. It costs approximately \$300 per FGDM for travel and other related costs. (\$300 X 135 = \$40,500)
15. CFSD estimates that it would require 4 FTE, administrative service managers, pay band 06, to perform the tasks for the seven tribes related to FGDM. These positions would earn \$58,826 a year, with a 2.5% increase in FY 2010 and FY 2011. \$235,304 in FY 2008 and FY 2009, \$241,187 in FY 2010 and \$247,216 in FY 2011.
16. Fingerprinting resource parents is another IV-E allowable administrative expense that CFSD assumes the tribes would access.
17. CFSD estimates the 175 kids a year would have an average of two adults per home that would require fingerprinting at \$32 per fingerprint card. (175 X 2 = 350 X 32 = \$11,200)
18. The costs related to FGDM and fingerprinting will be reimbursed at a rate of 50% federal funds and 50% general funds, as it will be reimbursable as an IV-E administrative expenditure.
19. CFSD assumes that tribes would continue to provide the current amount of tribal funds for IV-E match for tribal administrative contracts.

	<b><u>FY 2008 Difference</u></b>	<b><u>FY 2009 Difference</u></b>	<b><u>FY 2010 Difference</u></b>	<b><u>FY 2011 Difference</u></b>
<b><u>Fiscal Impact:</u></b>				
FTE	4.00	4.00	4.00	4.00
<b><u>Expenditures:</u></b>				
Personal Services	\$235,304	\$235,304	\$241,187	\$247,216
Operating Expenses	\$51,700	\$51,700	\$51,700	\$51,700
Benefits	\$150,037	\$150,037	\$150,037	\$150,037
<b>TOTAL Expenditures</b>	<b>\$437,041</b>	<b>\$437,041</b>	<b>\$442,924</b>	<b>\$448,953</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$190,584	\$190,914	\$193,856	\$196,870
Federal Special Revenue (03)	\$246,457	\$246,127	\$249,068	\$252,083
<b>TOTAL Funding of Exp.</b>	<b>\$437,041</b>	<b>\$437,041</b>	<b>\$442,924</b>	<b>\$448,953</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Federal Special Revenue (03)	\$246,457	\$246,127	\$249,068	\$252,083
<b>TOTAL Revenues</b>	<b>\$246,457</b>	<b>\$246,127</b>	<b>\$249,068</b>	<b>\$252,083</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	(\$190,584)	(\$190,914)	(\$193,856)	(\$196,870)
Federal Special Revenue (03)	\$0	\$0	\$0	\$0

**Technical Notes:**

1. Section 5(a) limits the funds to the funds appropriated by the legislature.
2. The additional services addressed in the assumptions above, if not funded through additional appropriation, will result in a program impact through application of the current funds to cover more people.

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*Sponsor's Initials*\_\_\_\_\_  
*Date*\_\_\_\_\_  
*Budget Director's Initials*\_\_\_\_\_  
*Date*